



DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

**STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL**

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

October 5, 2004

The Honorable Tom Horne
Superintendent of Public Instruction
Arizona Department of Education
Executive Officer
Arizona State Board of Education
1535 West Jefferson Street
Phoenix, AZ 85007

Subject: Humboldt Unified School District No. 22

Dear Mr. Horne:

In our August 29, 2003, letter to you, we requested that the Arizona State Board of Education take action on Humboldt Unified School District No. 22 because the District had not complied with the *Uniform System of Financial Records* (USFR).

We subsequently performed a status review of the District's internal controls as of July 15, 2004. Our review covered the deficiencies we had previously communicated to management as well as other internal control deficiencies we were aware of at the time of our review. The purpose of our status review was to determine whether the District was in substantial compliance with the USFR as of the date of our review. Our review consisted primarily of inquiries and selective testing of accounting records and control procedures. The review was more limited in scope than would be necessary to express an opinion on the District's internal controls. Accordingly, we do not express an opinion on its internal controls or ensure that all deficiencies were disclosed.

In addition, subsequent to our status review, we received and reviewed the District's audit reports and USFR Compliance Questionnaire for the year ended June 30, 2003.

We acknowledge the District's diligence in implementing the recommendations in our August 22, 2003, report. Based on our status review, and our review of the 2003 audit reports and compliance questionnaire, the District has complied with the USFR.

The Honorable Tom Horne

October 5, 2004

Page 2

If you have questions concerning this matter, please call Magdalene Haggerty, Accounting Services Director, or me at (602) 553-0333.

Sincerely,

Debra K. Davenport
Auditor General

DKD/MH/js

cc: Governing Board

Dr. Henry Schmitt, Superintendent

Humboldt Unified School District No. 22

The Honorable Paul Street, Yavapai County School Superintendent

Ms. Christy Farley, Executive Director

Arizona State Board of Education

Ms. Vicki G. Salazar, Associate Superintendent of Financial Services

Arizona Department of Education